In the Claims:

<u>B</u>;

Please amend the claims as shown:

1-117 (Cancelled)

118 - 121 (Cancelled)

122. (Currently Amended) An arithmetic A method for coding input image data in a predetermined signal format, comprising:

by dividing said image data into block units; and

by carrying out orthogonal transform transformation in said block units or for subjecting coded data to inverse orthogonal transform and signal format conversion to obtain image data for decoding at a time when data output value $\underline{Y0}$, i.e., $\underline{X0} + \underline{X1}$, and data output value $\underline{Y1}$, i.e., $\underline{X0} - \underline{X1}$, are generated from two data input values $\underline{X0}$ and $\underline{X1}$ by at least a function of said orthogonal transform transformation or said inverse orthogonal transform, said coding method comprising the following steps:

first, a subtraction step for subtracting said X1 from said X0 to generate new X0,
second, a twice value generating step for generating new X1 being twice the
value of said X1, and

third, an addition step for adding said new X0 to newer X1 to generate new X1, wherein

setting said X0 value in a register A and setting said X1 value in a register

subtracting said X1 value from said X0 value to obtain a new X0 value and storing said new X0 value in register A;

shifting said X1 value used as a binary number by one bit to a MSB side to obtain a new X1 value and storing said new X1 value in register B;

adding said new X0 value to said new X1 value to obtain a further new X1 value and outputting said further new X1 value as a sum of said new X0 value and said new X1 value.

123 - 130 (Cancelled)

131. (Currently Amended) An arithmetic A coding apparatus for coding input image data in a predetermined signal format by dividing said image data into block units and by carrying out orthogonal transform transformation in said block units or for subjecting coded data to inverse orthogonal transform and signal format conversion to obtain image data for decoding at a time when data output value \(\frac{Y0}{7}, \text{i.e.}, \text{X0} + \text{X1}\), and data output value \(\frac{Y1}{7}, \text{i.e.}, \text{X0} - \text{X1}\), are generated from two input data values X0 and X1 by at least a function of said orthogonal transform transformation or said inverse orthogonal transform, said apparatus comprising:

a register A into which said X0 value is stored;

a register B into which said X1 value is stored;

a first subtraction means for subtracting said X1 value from said X0 value to obtain a new X0 value and store it into said register A, and outputting said new X0 value as a difference between said X1 value and said X0 value;

a shift register for shifting said X1 value used as a binary number by one bit to a MSB side to obtain a new X1 value and store it in said register B; and

addition means for adding said new X0 value to said new X1 value to obtain a further new value X1 and outputting said further new value X1 as a sum of said new X0 value and said new X1 value.

132 - 134 (Cancelled)